Falcon Refinery Superfund Site Ingleside San Patricio County, Texas TXD 086 278 058

Monthly Progress Report # 71

June 2012

Prepared for

Lazarus Texas Refining I, LLC 801 Travis Street, Suite 2100 Houston, Texas 77002

Prepared by

©TRC

505 East Huntland Drive Suite 250 Austin, Texas 78752

TABLE OF CONTENTS

| | | Page |
|-----|---|------|
| 1.0 | INTRODUCTION | 2 |
| 2.0 | COMPLETED ACTIVITIES | 2 |
| | 2.1 Removal Action Activities | 2 |
| | 2.2 Remedial Investigation / Feasibility Study (RI/FS) | 3 |
| 3.0 | CHANGES MADE IN THE PLANS DURING THE REPORTING PERIOD | |
| 4.0 | COMMUNITY RELATIONS | 3 |
| 5.0 | CHANGES IN PERSONNEL DURING THE REPORTING PERIOD | 3 |
| 6.0 | LIST OF PROJECTED WORK FOR THE NEXT TWO MONTHS | 3 |
| | 6.1 Removal Action Work projected for the next two months includes: | |
| | 6.2 RI/FS Work projected for the next two months includes: | |
| 7.0 | LABORATORY / MONITORING DATA | |

LIST OF FIGURES

None this reporting period

LIST OF TABLES

| | | Page |
|----------|--|------|
| Table 1. | Hazardous Liquid Waste Disposal | 4 |
| Table 2. | Metal Disposal | 5 |
| Table 3. | Contaminated Soil and Oily Debris Disposal | 6 |
| Table 4. | Oil and Filter Disposal | 6 |

1.0 INTRODUCTION

This seventy-first Monthly Progress Report is submitted in accordance with the Falcon Refinery Site Administrative Orders on Consent for Removal Action and Remedial Investigation / Feasibility Study between the U.S. Environmental Protection Agency (U.S. EPA) and National Oil Recovery Corporation (NORCO). The refinery has been sold to Lazarus Texas Refining I, LLC (Lazarus) and Lazarus is completing the Removal Action.

This Monthly Progress Report and subsequent reports will address activities associated with both of the orders.

The next monthly progress report, covering July, 2012 will be submitted on or before August 10, 2012.

2.0 COMPLETED ACTIVITIES

2.1 Removal Action Activities

During June the focus of activities was the implementation of the TCEQ permitted irrigation system to allow the discharge of fluid from Tank 26. Specifically the activities were performed during June:

- Scrap steel from the Tank 30 roof was loaded for transfer.
- The roof of Tank 20 was transported to a recycler in Corpus Christi, Texas.
- Water in all the frac tanks was transferred into Tank 12 for treatment.
- Sludge in the two frac tanks was consolidated into one frac tank.
- Sprinkler heads were installed to complete the construction and installation of the irrigation system.
- Began the construction of a perimeter fence on Lazarus offsite property fronting Bishop Road.
- Site maintenance was conducted in the area of Process Area 1.
- Activated carbon for the treatment system was ordered and delivered.
- Acid for the treatments system was ordered and delivered.
- The frac tanks were cleaned.
- The Texas Spill Center was notified of a spill on site by Superior Crude Gathering (Superior). The cause of the spill was a truck operated by Superior.

OTRC

- Clarifier was ordered for the treatment of water from Tank 26 into Tank 12.
- A study was conducted of cutting stock for the removal of sludge from Tank 30.

To date a total of approximately 7,774,721 gallons of hazardous waste have been removed from all of the above ground tanks and disposed via deep well injection at Texas Molecular.

Prior to the beginning of liquid waste disposal in October 2004, the volume of waste in the above ground storage tanks was measured at 6,844,094 gallons. Apparently due to holes in the tops of the tanks the volume of waste has increased due to rainfall, since more waste has been disposed of than was originally measured.

A compilation of hazardous liquid waste disposal is included as Table 1.

2.2 Remedial Investigation / Feasibility Study (RI/FS)

There are no activities to report for the month of May.

3.0 CHANGES MADE IN THE PLANS DURING THE REPORTING PERIOD

Modifications to the treatment process are being made to properly dispose of the waste.

4.0 COMMUNITY RELATIONS

The EPA has developed a web site to display information about the Removal Action and RI/FS activities. Information can be found by going to www.epaosc.net and selecting web sites, then Region 6 and then the Falcon Refinery Site.

5.0 CHANGES IN PERSONNEL DURING THE REPORTING PERIOD

No changes were made during June.

6.0 LIST OF PROJECTED WORK FOR THE NEXT TWO MONTHS

6.1 Removal Action Work projected for the next two months includes:

- Implement Removal Action Work Plan Addendum No.3;
- Cleanout of tanks 7, 16, 30 and the butane tank;
- · Initiation of discharge irrigation system; and
- Continued site maintenance.

6.2 RI/FS Work projected for the next two months includes:

Assisting the EPA in any way with the RI/FS.

7.0 LABORATORY / MONITORING DATA

There were no analytical results this reporting period.



Table 1. Hazardous Liquid Waste Disposal

| DISPOSAL FACILITY | ADDRESS | PHONE NO. | EPA ID NO. | CONTACT |
|-------------------|--------------------|--------------|-----------------------|-----------|
| Texas Molecular | 6901 Greenwood | | | |
| Corpus Christi | Dr. Corpus | 004 050 0004 | TVD00004040 | Robert |
| Services, LP | Christi, TX | 361-852-8284 | TXR000001016 | Rodriguez |
| RQ, HAZARDO | US WASTE LIQUID N. | | , III (D007, D008, D0 | 118) |
| | Month | Volume (gal) | | |
| | October-04 | 53,832 | | |
| | November-04 | 734,763 | | |
| | December-04 | 879,158 | | |
| | January-05 | 783,881 | | |
| | February-05 | 551,444 | | |
| | March-05 | 565,489 | | |
| | April-05 | 445,107 | | |
| | May-05 | 471,311 | | |
| | December-05 | 42,550 | | |
| | January-06 | 58,740 | | |
| | February-06 | 59,140 | | |
| | March-06 | 0 | | |
| | April-06 | 29,371 | | |
| | May-06 | 59,018 | | |
| | June-06 | 97,151 | | |
| | July-06 | 118,743 | | |
| | August-06 | 148,509 | | |
| | September-06 | 109,908 | | |
| | October-06 | 86,665 | | |
| | November-06 | 140,498 | | |
| | December-06 | 85,813 | | |
| | January-07 | 118,541 | | |
| | February-07 | 107,985 | | |
| | March-07 | 152,493 | | |
| | April-07 | 121,588 | | |
| | May-07 | 150,368 | | |
| | June-07 | 87,900 | | |
| | July-07 | 143,485 | | |
| | August-07 | 94,727 | | |
| | September-07 | 0 | | |
| | October-07 | 50,298 | | |
| | November-07 | 151,227 | | |
| | December-07 | 112,285 | | |
| | January-08 | 119,353 | | |
| | February-08 | 88,777 | | |
| | March-08 | 60,913 | | |
| | April-08 | 18,695 | | |
| | May-08 | 25,349 | | |
| | June-08 | 0 | | |
| | July-08 | 250,475 | | |
| | August-08 | 331,248 | | |

| September-08 | 67,923 | |
|--------------|-----------|--|
| October-08 | 0 | |
| November-08 | 0 | |
| December-08 | 0 | |
| January-09 | 0 | |
| February-09 | 0 | |
| March-09 | 0 | |
| April-09 | 0 | |
| May-09 | 0 | |
| June-09 | 0 | |
| July-09 | 0 | |
| Total | 7,774,721 | |

Table 2. Metal Disposal

| DISPOSAL FACILITY | ADDRESS | PHONE NO. | EPA ID NO. | CONTACT | |
|-----------------------------|--|--------------|------------|---------|--|
| Commercial Metal Company | 4614 Agnes St Corpus Christi, TX | 361-884-4071 | None | David | |
| | RECYCLED | METAL | | | |
| | | | | | |
| | Month | Volume (lbs) | | | |
| | October-04 | 0 | | | |
| | November-04 | 16,820 | | | |
| | December-04 | 19,640 | | | |
| | January-05 | 31,380 | | | |
| | February-05 | 0 | | | |
| | Total | 67,840 | | | |
| | | | | | |
| | FIRE EXTINGUIS | | | | |
| | | | | | |
| | Month | Quantity | | | |
| | December-04 | 10 | | | |
| | Total | 10 | | | |
| | Industrial Fire & Safety Co. removed 10 fire extinguishers from the job site. The powder was disposed of properly and the metal went to salvage. | | | | |

Table 3. Contaminated Soil and Oily Debris Disposal

| DISPOSAL FACILITY | ADDRESS | PHONE NO. | EPA ID NO. | CONTACT |
|-------------------------|------------------------------|-----------------|--------------|-------------------|
| U.S. Ecology Texas L.P. | P.O. Box 307 Robstown, TX | 361-387-3518 | TXD069452340 | Glenda Felkner |
| | | | | |
| PETRO | LEUM CONTAMINAT | ED SOIL AND OIL | Y DEBRIS | |
| | | | | |
| | Month | Volume (cy) | | |
| | October-04 | 0 | | |
| | November-04 | 0 | | |
| | December-04 | 40 | | |
| | January-05 | 0 | | |
| | February-05 | 0 | | |
| | Total | 40 | | |
| | | | | |
| RQ, HAZARDOUS W | E AND SOIL) | | | |
| | | | • | , |
| | Month | Volume (cy) | | |
| | February-05 | 15 | | |
| | Total | 15 | | |

Table 4. Oil and Filter Disposal

| DISPOSAL FACILITY | | ADDRESS | PHONE NO. | EPA ID NO. | CONTACT |
|-------------------|--------|--------------------------|--------------|--------------|-------------|
| Texas Molecular | | 6901 Greenwood | | | |
| Corpus Chris | | Dr Corpus | | | Robert |
| Services, LI | P | Christi, TX | 361-852-8284 | TXR000001016 | Rodriguez |
| | | | | | |
| | | RECYLCED OIL AND FILTERS | | | |
| | | | | | |
| | | Month | Volume (gal) | | |
| | | January-05 | 403 | | |
| | | February-05 | 0 | | |
| | | Total | 403 | | |
| | | | | | |
| DISPOSAL FAC | ILITY | ADDRESS | PHONE NO. | EPA ID NO. | CONTACT |
| Midstate Environi | mental | 2203 Tower Road | | | |
| Services, LL | .C | Robstown, TX | 361-387-2171 | TXR000051227 | Lloyd Cooke |
| | | | | | |
| | | RECYLCED OIL A | AND FILTERS | | |
| | | | | | |
| | | Month | Volume (gal) | | |
| | | January-05 | 16,651 | | |
| | _ | February-05 | 0 | | |
| | | Total | 16,651 | | |